



3000 Spenard Road  
PO Box 190288  
Anchorage, AK 99519-0288  
[www.enstarnaturalgas.com](http://www.enstarnaturalgas.com)

**RECEIVED**

By the Regulatory Commission of Alaska on Oct 31, 2023

October 31, 2023

Regulatory Commission of Alaska  
701 West Eighth Avenue, Suite 300  
Anchorage, Alaska 99501

Re: 2023 Third Quarter Homer Surcharge Reconciliation

Dear Commissioners:

In compliance with Order No. U-19-014(9), ENSTAR Natural Gas Company, LLC. submits its Homer Surcharge Reconciliation to the Commission for the quarter ending September 30, 2023.

Please contact me at 334-7620 if you have any questions concerning this filing.

Sincerely,

A handwritten signature in dark ink that reads "Chelsea Guintu". The signature is fluid and cursive, with the first name and last name clearly distinguishable.

Chelsea Guintu  
Supervisor of Rates and Regulatory Affairs  
Phone: 907-334-7620  
Fax: 907-334-7657  
[Chelsea.Guintu@enstarnaturalgas.com](mailto:Chelsea.Guintu@enstarnaturalgas.com)

Enclosures:  
Homer Surcharge Reconciliation ending September, 2023

## CERTIFICATE OF SERVICE

I hereby certify that on October 31, 2023, a true and correct copy of the foregoing document was served by electronic mail on the following:

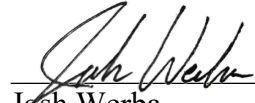
Jana Grenn  
[Jana.Grenn@alaska.gov](mailto:Jana.Grenn@alaska.gov)

Jeff Waller  
[Jeff.waller@alaska.gov](mailto:Jeff.waller@alaska.gov)

City of Homer Clerks  
[clerk@cityofhomer-ak.gov](mailto:clerk@cityofhomer-ak.gov)

Kachemak City Clerks  
[kachemak@xyz.net](mailto:kachemak@xyz.net)

Kenai Peninsula Borough Clerks  
[assemblyclerks@kpb.us](mailto:assemblyclerks@kpb.us)



---

Josh Werba  
Regulatory Financial Analyst

**ENSTAR Natural Gas Company**  
**Homer Line Extension Surcharge**  
**Calculation Example Schedule**

Updated Homer Extension Surcharge Example				Funded by	Funded by	Amount over	
Line #		Total Cost		State Grant	Surcharge	TA 226-4 Est	TA 226-4 Est
1	Cost of Pipeline as of 10/31/2013	\$ 11,710,421.39	\$	8,150,000.00	\$ 3,560,421.39		
2	Final Cost of Pipeline	\$ 11,780,072.22	\$	8,150,000.00	\$ 3,630,072.22	\$ 2,550,000.00	\$ (1,080,072.22)
				Rate of Return	Income Tax Recovery Rate		
3	Prior to Oct 2017 (From Docket U-99-69)			9.25%	4.50%		
4	Effective Oct 2017 (Order U-16-066(19) issued on 9-22-2017)			8.59%	4.29%		
5	Federal Tax Rate Change Effective Jan 2018 (2017 TCJA)			8.59%	2.44%		
6	Proposed methodology change Effective January 1, 2019			5.06%	1.04%		
7	Line Extension Surcharge =	\$ 1.00					
8	Balance at 12/31/18	\$ 5,862,076					
9	Final Cost Funded by Surcharge	\$ 3,630,072					
10	Unrecovered Carrying Costs at 12/31/18	\$ 2,232,004	\$ 467,177	\$ 336,098.50			
11	Excess ADIT-Grossed Up	\$ 1,074,827					
	Unrecovered Net of Excess ADIT	\$ 1,157,177					
	Adjustment	\$ (400,000)					
12	Adjusted Unrecovered Net of Excess ADIT	\$ 757,177	Est. Amort. Period (Years)	13.5	Monthly Amort. =	\$ 4,673.93	

		Beginning Balance	Additional Costs	Rate of Return	Income Tax Recovery	Total Carrying Cost	Mcf Sales	Surcharge Receipts	Amortization of Unrecovered Carrying Cost Net of Excess ADIT	Ending Balance
		A	B	C	D	E	F	G	H	I
61	10/31/2022	\$ 2,148,844.34	\$ -	\$ 9,016.41	\$ 1,855.27	\$ 10,871.68	21,129.27	\$ (21,129)	\$ 4,673.93	\$ 2,143,260.68
62	11/30/2022	\$ 2,143,260.68	\$ -	\$ 8,975.59	\$ 1,846.87	\$ 10,822.46	29,324.53	\$ (29,325)	\$ 4,673.93	\$ 2,129,432.54
63	12/31/2022	\$ 2,129,432.54	\$ -	\$ 8,901.47	\$ 1,831.62	\$ 10,733.09	36,822.67	\$ (36,823)	\$ 4,673.93	\$ 2,108,016.90
64	1/31/2023	\$ 2,108,016.90	\$ -	\$ 8,780.80	\$ 1,806.79	\$ 10,587.59	51,226.10	\$ (51,226)	\$ 4,673.93	\$ 2,072,052.32
65	2/28/2023	\$ 2,072,052.32	\$ -	\$ 8,661.46	\$ 1,782.24	\$ 10,443.70	35,903.14	\$ (35,903)	\$ 4,673.93	\$ 2,051,266.81
66	3/31/2023	\$ 2,051,266.81	\$ -	\$ 8,558.07	\$ 1,760.96	\$ 10,319.03	43,368.20	\$ (43,368)	\$ 4,673.93	\$ 2,022,891.58
67	4/30/2023	\$ 2,022,891.58	\$ -	\$ 8,440.21	\$ 1,736.71	\$ 10,176.92	42,520.16	\$ (42,520)	\$ 4,673.93	\$ 1,995,222.27
68	5/31/2023	\$ 1,995,222.27	\$ -	\$ 8,350.87	\$ 1,718.33	\$ 10,069.20	29,557.83	\$ (29,558)	\$ 4,673.93	\$ 1,980,407.57
69	6/30/2023	\$ 1,980,407.57	\$ -	\$ 8,305.36	\$ 1,708.96	\$ 10,014.32	21,515.53	\$ (21,516)	\$ 4,673.93	\$ 1,973,580.29
70	7/31/2023	\$ 1,973,580.29	\$ -	\$ 8,279.51	\$ 1,703.64	\$ 9,983.15	20,120.50	\$ (20,121)	\$ 4,673.93	\$ 1,968,116.87
71	8/31/2023	\$ 1,968,116.87	\$ -	\$ 8,272.35	\$ 1,702.17	\$ 9,974.52	12,591.15	\$ (12,591)	\$ 4,673.93	\$ 1,970,174.17
72	9/30/2023	\$ 1,970,174.17	\$ -	\$ 8,281.45	\$ 1,704.04	\$ 9,985.49	12,389.65	\$ (12,390)	\$ 4,673.93	\$ 1,972,443.94